

1 BILL NO. R-89-11 - 15

2 DECLARATORY RESOLUTION NO. R- 75-89

3 A DECLARATORY RESOLUTION designating an
4 "Economic Revitalization Area" under I.C.
5 6-1.1-12.1 for property commonly known as
6 8000 Bluffton Road, Fort Wayne, Indiana
7 46809 (Bowmar Instrument Corp./Aerospace
8 Division).

9 WHEREAS, Petitioner has duly filed its petition dated
10 October 23, 1989, to have the following described property
11 designated and declared an "Economic Revitalization Area" under
12 Division 6, Article II, Chapter 2 of the Municipal Code of the
13 City of Fort Wayne, Indiana, of 1974, as amended, and I.C. 6-1.1-
14 12.1, to wit:

15 S550 of N775 of E792 FT SE 1/4 533 EX ST
16 said property more commonly known as 8000 Bluffton Road, Fort
17 Wayne, Indiana 46809.

18 WHEREAS, said project will create 10 additional permanent
19 jobs for a total additional annual payroll of \$210,000.00 with
20 the average new annual job salary being \$21,000.00; and

21 WHEREAS, the total estimated project cost is \$587,000.00;
22 and

23 WHEREAS, it appears that said petition should be processed
24 to final determination in accordance with the provisions of said
25 Division 6.

26 NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE
27 CITY OF FORT WAYNE, INDIANA:

28 SECTION 1. That, subject to the requirements of Section
29 6, below, the property hereinabove described is hereby designated
30 and declared an "Economic Revitalization Area" under I.C. 6-1.1-
31 12.1. Said designation shall begin upon the effective date of
32 the Confirming Resolution referred to in Section 6 of this
Resolution and shall continue for one (1) year thereafter. Said
designation shall terminate at the end of that one-year period.

SECTION 2. That upon adoption of the Resolution:

- (a) Said Resolution shall be filed with the Allen County Assessor;
- (b) Said Resolution shall be referred to the Committee on Finance and shall also be referred to the Department of Economic Development Requesting a recommendation from said department concerning the advisability of designating the above designated area an "Economic Revitalization Area";
- (c) Common Council shall publish notice in accordance with I.C. 6-1.1-12.1-2.5 and I.C. 5-3-1 of the adoption and substance of this Resolution and setting this designation as an "Economic Revitalization Area" for public hearing;
- (d) If this Resolution involves an area that has already been designated an allocation area under I.C. 36-7-14-39, then the Resolution shall be referred to the Fort Wayne Redevelopment Commission and said designation as an "Economic Revitalization Area" shall not be finally approved unless said Commission adopts a resolution approving the petition.

SECTION 3. That, said designation of the hereinabove described property as an "Economic Revitalization Area" shall apply to both a deduction of the assessed value of real estate and personal property for the new manufacturing equipment.

SECTION 4. That the estimate of the number of individuals that will be employed or whose employment will be retained and the estimate of the annual salaries of those individuals and the estimate of the value of the redevelopment or rehabilitation and the estimate of the value of the new manufacturing equipment, all contained in Petitioner's Statement of Benefits, are reasonable and are benefits that can be reasonably expected to result from the proposed described redevelopment or rehabilitation and from the installation of the new manufacturing equipment.

SECTION 5. The current year approximate tax rates for taxing units within the City would be:

- (a) If the proposed development does not occur, the approximate current year tax rates for this site would be \$11.4948/\$100.
- (b) If the proposed development does occur and no deduction is granted, the approximate current year tax rate for the site would be \$11.4948/\$100 (the change would be negligible).
- (c) If the proposed development occurs, and a deduction percentage of fifty percent (50%) is assumed, the approximate current year tax rate for the site would be \$11.4948/\$100 (the change would be negligible).
- (d) If the proposed new manufacturing equipment is not installed, the approximate current year tax rates for this site would be \$11.4948/\$100.
- (e) If the proposed new manufacturing equipment is installed and no deduction is granted, the approximate current year tax rate for the site would be \$11.4948/\$100 (the change would be negligible).
- (f) If the proposed new manufacturing equipment is installed, and a deduction percentage of eighty percent (80%) is assumed, the approximate current year tax rate for the site would be \$11.4948/\$100 (the change would be negligible).

SECTION 6. That this Resolution shall be subject to being confirmed, modified and confirmed or rescinded after public hearing and receipt by Common Council of the above described recommendations and resolution, if applicable.

SECTION 7. Pursuant to I.C. 6-1.1-12.1, it is hereby determined that the deduction from the assessed value of the real property shall be for a period of 6 years, and that the deduction from the assessed value of the new manufacturing equipment shall be for a period of 5 years.

SECTION 8. The benefits described in the Petitioner's statement of benefits can be reasonably expected to result from the project and are sufficient to justify the applicable deductions.

SECTION 9. That this Resolution shall be in full force and effect from and after its passage and any and all necessary approval by the Mayor.

Mark E. MacIntyre re
Councilmember

APPROVED AS TO FORM
AND LEGALITY

J. Timothy McCaulay
J. Timothy McCaulay, City Attorney

SUMMARY SHEET & ECONOMIC DEVELOPMENT RECOMMENDATION
FOR
"ECONOMIC REVITALIZATION AREA"
IN
CITY OF FORT WAYNE, INDIANA

Name of Applicant: Bowmar Instrument Corp./Bowmar Aerospace Division
 Site Location: 8000 Bluffton Road
Fort Wayne, Indiana 46809
 Councilmanic District: 4th Existing Zoning: M-2
 Nature of Business: Manufacturing and assembly of precision electro-mechanical
components, medical and electrical systems, program keyboard
and LED displays.

Project is located in the following:

	<u>Yes</u>	<u>No</u>
Designated Downtown Area	<u> </u>	<u>X</u>
Urban Enterprise Zone	<u> </u>	<u>X</u>
Redevelopment Area	<u> </u>	<u>X</u>
Platted Industrial Park	<u> </u>	<u>X</u>
Flood Plain	<u> </u>	<u>X</u>

Description of Project:

Improvements to facility - replacement of existing air conditioning system and the
acquisition of new manufacturing equipment. The new equipment will be used in the
manufacturing & assembly of precision electro-mechanical components, electrical systems,
and program keyboards.

Type of Tax Abatement: Real Property X Manufacturing Equipment X

Estimated Project Cost: \$587,000.00 Permanent Jobs Created: 10

STAFF RECOMMENDATION

As stated per the established policy of the Department of Economic Development, the following recommendations are hereby made:

1. Designation as an "Economic Revitalization Area" should be granted. Yes X No
2. Designation should be limited to a term of 1 year(s).
3. The period of deduction should be limited to 6 year(s).
 5 years new manufacturing equipment.

COMMENTS:

Staff R. M. Pherson
 Date NOV. 7th, 1989

Director Frank D. Beebe
 Date 11/7/89



STATEMENT OF BENEFITS

State Form 27167 (7-87)

Form SB-1 is prescribed by the State Board of Tax Commissioners (1987)

Confidential Statement: The records in this series are CONFIDENTIAL according to Indiana Code 6-1.1-35-9.

INSTRUCTIONS: (I.C. 6-1.1-12.1) THIS PAGE TO BE COMPLETED BY APPLICANT

1. This statement must be submitted to the body designating the economic revitalization area BEFORE a person acquires new manufacturing equipment or begins the redevelopment or rehabilitation of real property for which the person wishes to claim a deduction. Effective July 1, 1987.
2. If a person is requesting the designation of an economic revitalization area, this form must be submitted at the same time the request is submitted.
3. Approval of the designating body (City Council, Town Board, County Council, etc.) must be obtained before a deduction may be approved.
4. To obtain a deduction Form 322 ERA, Real Estate Improvements and / or Form 322 ERA / PP, New Machinery, must be filed with the county auditor. With respect to real property, Form 322 ERA must be filed by the later of (1) May 10 or (2) thirty(30) days after a notice of increase in real property assessment is received from the township assessor. Form 322 ERA / PP must be filed between March 1 and May 15 of the assessment year in which new manufacturing equipment is installed, unless a filing extension has been obtained. A person who obtains a filing extension must file the form between March 1 and June 14 of that year.

STATE BOARD OF TAX COMMISSIONERS

RECEIVED
OCT 23 1989
ECONOMIC
DEVELOPMENT

Name of Designating Body Common Council, City of Fort Wayne	County Allen
Name of Taxpayer Bowmar Instrument Corporation, Bowmar Aerospace Division	
Address of Taxpayer (Street, city, county) 8000 Bluffton Road, Fort Wayne, IN	
ZIP Code 46809	

SECTION I LOCATION, COST AND DESCRIPTION OF PROPOSED PROJECT

Location of property if different from above		Taxing District 95
Cost and description of real property improvements and / or new manufacturing equipment to be acquired: To purchase additional equipment to remain competitive. \$567,000 To make building improvements. \$ 20,000		
(Attach additional sheets if needed)	Estimated Starting Date November, 1989	Estimate Completion Date September, 1990

SECTION II ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT

Current Number	Salaries	Number Retained	Salaries	Number Additional	Salaries
245	6,834,383	245	6,834,383	10	210,000

SECTION III ESTIMATE TOTAL COST AND VALUE OF PROPOSED PROJECT

	REAL ESTATE IMPROVEMENTS		MACHINERY	
	COST	ASSESSED VALUE	COST	ASSESSED VALUE
Current Values		291,600		312,140
Plus estimated values of proposed project	20,000		567,000	
Less: Values of any property being replaced				
Net estimated values upon completion of project				

SECTION IV OTHER INFORMATION REQUIRED BY THE DESIGNATING BODY

I hereby certify that the representations on this statement are true.

Signatures of Authorized Representative

Robert L. Crowell

Date of Signature

10/20/89

Telephone Number
747-3121

V.P. Finance

FOR USE OF DESIGNATING BODY

IMPACT ON THE CURRENT YEAR TAX RATE FOR THE TAXING DISTRICT INDICATED ABOVE

Tax Rates Determined Using The Following Assumptions	Total Tax Rates
1. Current total tax rate.	\$ 11.4948
2. Approximate tax rate if project occurs and no deduction is granted.	\$ 11.4948
3. Approximate tax rate if project occurs and a deduction is assumed.	\$ 11.4948

Assume an 80% deduction on new machinery installed and / or a 50% deduction assumed on real estate improvements.

We have reviewed our prior actions relating to the designation of this economic revitalization area and find that the applicant meets the general standards adopted in the resolution previously approved by this body. Said resolution, passed under IC 6-1.1-12.1-2.5, provides for the following limitations as authorized under IC 6-1.1-12.1-2:

A) The designated area has been limited to a period of time not to exceed _____ calendar years. *(See Below)

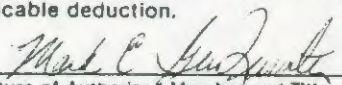
B) The type of deduction that is allowed in the designated area is limited to:

- 1) Redevelopment or rehabilitation of real estate improvements.
- 2) Installation of new manufacturing equipment
- 3) No limitations on type of deduction (check if no limitations)

☒ Yes ☐ No
☒ Yes ☐ No
☐ No

C) The amount of deduction applicable for new manufacturing equipment installed and first claimed eligible for deduction after July 1, 1987, is limited to \$ _____ cost with an \$ _____ assessed value.

Also we have reviewed the information contained in the statement of benefits including the impact on the tax rate incorporated herein, and have determined that the benefits described above can be reasonably expected to result from the project and are sufficient to justify the applicable deduction.

Approved; Signature of Authorized Member and Title


Date of Signature

Attested By:

Designated Body

- If a commission council town board or county council limits the time period during which an area is an economic revitalization area, it does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years designated under I.C. 6-1.1-12.1-4 or 4.5 Namely:

NEW MANUFACTURING EQUIPMENT		REDEVELOPMENT OR REHABILITATION OF REAL PROPERTY IMPROVEMENT			
		For Deductions Allowed Over A Period Of:			
Year of Deduction	Percentage	Year of Deduction	Three (3) Year Percentage	Six (6) Year Percentage	Ten (10) Year Percentage
1st	100%	1st	100%	100%	100%
2nd	95%	2nd	66%	85%	95%
3rd	80%	3rd	33%	66%	80%
4th	65%	4th		50%	65%
5th	50%	5th		34%	50%
6th and thereafter	0%	6th		17%	40%
		7th			30%
		8th			20%
		9th			10%
		10th			5%

AN APPLICATION TO
THE CITY OF FORT WAYNE, INDIANA
FOR DESIGNATION OF PROPERTY AS AN
"ECONOMIC REVITALIZATION AREA"
AND STATEMENT OF BENEFITS

RECEIVED
OCT 23 1989
ECONOMIC
DEVELOPMENT

APPLICATION FOR THE FOLLOWING TYPE OF PROPERTY:

<u> </u>	Real Estate Improvements
<u> </u>	Personal Property (New Manufacturing Equipment)
<u> X </u>	Both Real Estate Improvements & Personal Property

A. GENERAL INFORMATION

Applicant's Name: Bowmar Instrument Corporation/Aerospace Division

Address of Applicant's Principal Place of Business:

Bowmar/Aerospace

8000 Bluffton Road

Fort Wayne, IN 46809

Phone Number of Applicant: (219) 747-3121

Street Address of Property Seeking Designation:
8000 Bluffton Road

S.I.C. Code of Substantial User of Property: 3663

B. PROJECT SUMMARY INFORMATION:

	<u>YES</u>	<u>NO</u>
Is the project site solely within the city limits of the City of Fort Wayne	<u> X </u>	<u> </u>
Is the project site within the flood plain?	<u> </u>	<u> X </u>
Is the project site within the rivergreenway area?	<u> </u>	<u> X </u>
Is the project site within a Redevelopment Area?	<u> </u>	<u> X </u>
Is the project site within a platted industrial park?	<u> </u>	<u> X </u>
Is the project site within the designated downtown area?	<u> </u>	<u> X </u>
Is the project site within the Urban Enterprise Zone?	<u> </u>	<u> X </u>

Will the project have ready access to City Water? X
Will the project have ready access to City Sewer? X
Is any adverse environmental impact anticipated by
reason of operation of the proposed project? X

C. ZONING INFORMATION

What is the existing zoning classification on the project site?
What zoning classification does the project require? No change
What is the nature of the business to be conducted at the project site?
Manufacturing and Assembly

D. Real Estate Abatement:

Complete this section of the application only if requesting a deduction from assessed value for real estate improvements.

What structure(s) (if any) are currently on the property?
74,800 sq. ft. (includes 14,000 sq. ft. of 2nd floor). Concrete &
block building for factory and offices. 1920 sq. ft. metal building
for storage and test operations.

What is the condition of structure(s) listed above?

Current assessed value of Real Estate:

Land	<u>133,300</u>
Improvements	<u>291,600</u>
Total	<u>424,900</u>

What was amount of Total Property Taxes owed during the immediate past year? 40,629.32 for year 19 88.

Give a brief description of the proposed improvements to be made to the real estate.

Replace defective air conditioning

Cost of Improvements: \$ 20,000

Development Time Frame:

When will physical aspects of improvements begin? 11/89

When is completion expected? 9/90

E. PERSONAL PROPERTY ABATEMENT:

Complete this section of the application only if requesting a deduction from assessed value for installation of new manufacturing equipment.

Current Assessed Value of Personal Property: 681,220

What was amount of Personal Property Taxes owed during the immediate past year? 58,285.84 for year 1988.

Give a brief description of new manufacturing equipment to be installed at the project site.

(see list attached)

Cost of New Manufacturing Equipment? \$ 567,000

Development Time Frame:

When will installation begin of new manufacturing equipment? 11/89

When is installation expected to be completed? 9/90

F. PUBLIC BENEFIT INFORMATION:

How many permanent jobs currently are employed by the applicant in Allen County? 245

How many permanent jobs will be created as a result of this project?
10

Anticipated time frame for reaching employment level stated above?
April, 1990

Current annual payroll: 6,834,383

New additional annual payroll: 210,000

What is the nature of the new jobs to be created?

Assemblers & machines & Engineers

Undesirability of Normal Development:

What evidence can be provided that the property on which the project is located "has become undesirable for, or impossible of, normal development and occupancy because of lack of age, development, cessation of growth, deterioration of improvements or character of occupancy, obsolescence, substandard buildings or other factors which have impaired values or prevent a normal development of property or use of property"?

This equipment is needed to keep our company competitive to
enable our company to maintain our employment level.

In what Township is project site located? Wayne

In what Taxing District is project site located? Fort Wayne/Wayne

G. CONTACT PERSON:

Name & address of contact person for further information if required:
Robert L. Crowell - Bowmar/Aerospace

8000 Bluffton Road

Fort Wayne, IN 46809

Phone number of contact person (219) 747-3121

I hereby certify that the information and representation on this application and attached exhibits are true and complete. Further, it is hereby certified that no building permit has been issued for construction of improvements, nor has any manufacturing equipment been purchased, either of which is included and/or described herein, as of the date of filing of this application.

Robert L. Crowell
Signature of Applicant

10/20/89
Date

EXHIBITS:

The following exhibits must be attached to the application for it to be considered complete:

1. Legal Description of Property: S550 of N775 of E792 FT SE 1/4 533 EX ST
2. Check for application fee of \$50.00 to be made payable to City of Fort Wayne.
3. Owners Certificate (if applicant is not the owner or property to be designated).

BOWMAR/AEROSPACE DIVISION

6/19/89

PROJECTED CAPITAL ACQUISITION EXPENDITURES---DESCRIPTION

FY 1990 PLAN

1.0 Manufacturing

PRODUCT LINE	ESTIMATED COST
Keyboards Ordnance Systems	\$ 90,000
All	\$110,000
Rotating Components Ordnance	\$ 80,000

1. Vibration Test System

Present equipment (Ling) is over 25 years old and is very difficult, if not impossible, to repair. Propose obtaining a new test system, which would feature random vibration and sine-sweep. This equipment would be used for production vibration, qual testing, first article testing, design R&D, and failure analysis.

2. CNC Mills

Machines have developed wear from the constant use and it is becoming increasingly difficult to hold sizes. Programs are being edited to obtain tolerances and in some cases the parts must be removed from the machine center and additional operations added.

3. CNC Lathe

Replacement lathe for TBI. Considerable time and money is being spent trying to keep the TBIs in working order. Programs are being edited to obtain tolerances, and in some cases, the parts must be removed from the machine center and additional operations added.

BOWMAR/AEROSPACE DIVISION

8/19/89

PROJECTED CAPITAL ACQUISITION EXPENDITURES--DESCRIPTION

FY 1990 PLAN

PRODUCT LINE	ESTIMATED COST
Keyboards Electronic Systems Ordnance	\$ 35,000
Keyboards	\$ 60,000
Rotating Components Mechanical Displays Ordnance	\$ 15,000

1.0 Manufacturing (Continued)

4. Manual Mill

Present machines do not have adequate spindle or table size for doing squaring work on larger work pieces required for keyboards and electronic systems.

5. Plastic Machining

Evaluate and define milling, routing, and engraving equipment to be used for the fabrication of plastic panels for the keyboard product line.

6. Canton Rebuild

From the many years of running production, this machine is showing wear and needs to be rebuilt to return the machine to the manufacturer's original specification for accuracy, alignment, and performance. This machine is used on a daily basis for precision hole boring and maintaining close tolerances on center distance on bearing bores for gear train assemblies.

BOWMAR/AEROSPACE DIVISION

6/19/89

PROJECTED CAPITAL ACQUISITION EXPENDITURES--DESCRIPTION

FY 1990 PLAN

PRODUCT LINE	ESTIMATED COST
1.0 Manufacturing (Continued)	
7. <u>Air Conditioner (Replacement)</u>	
The air conditioning replacement project consists of replacing most of the twenty-two central air conditioners during the next ten years. All of the units are over twenty-five years old. Some units already require constant repair and service, and should be replaced next year.	Building Maintenance \$ 20,000
8. <u>Facility Remodeling</u>	
The building remodeling project consists of repainting the walls and ceiling of both the factory and office. The factory floor will be re-sealed. The tiled office floors will be replaced with a combination of tile and carpet. Some walls will be moved and most areas rearranged to obtain better space utilization. The facility was built over twenty-five years ago and has not had interior paint in over fifteen years.	Building Maintenance \$ 30,000
9. <u>CNC Mill for Model Shop</u>	
Many prototypes are being fabricated in the Model Shop, which require hundreds of hours of milling time. After the machine has been programmed, it will develop precision parts with excellent repeatability and greatly reduce the hours required to develop the prototype.	All \$ 49,000

BOWMAR/AEROSPACE DIVISION

3/19/89

PROJECTED CAPITAL ACQUISITION EXPENDITURES---DESCRIPTION

FY 1990 PLAN

	PRODUCT LINE	ESTIMATED COST
1.0 Manufacturing (Continued)		
10. <u>Build New Conference Room</u>	Building Maintenance	\$ 11,000
Create a 26' x 16' conference room. The existing wood paneled offices will be removed and the existing conference room will be expanded. Present conference room is not large enough to accommodate meetings with customers.		
11. <u>Programming Equipment</u>	All	\$ 40,000
The existing equipment that we use for developing the programs for our CNC equipment has become outdated and replacement parts are no longer available. We need to replace this equipment in order to maintain the capability of developing machining programs for the CNC equipment in the Machine Shop.		
12. <u>CAD Station for Tool Design</u>	All	\$ 10,000
Add CAD station to tool design area in order to utilize the CAD drawings being developed by Design Engineering. This station would be used to take the component drawings that are developed and design required tooling for the component parts using a CAD system.		
13. <u>Keyboard Equipment</u>	All	\$ 25,000
Equipment required to automate the keyboard product line. This will be used to make us more competitive.		

E.7

HOWMAR/AEROSPACE DIVISION

6/19/89

PROJECTED CAPITAL ACQUISITION EXPENDITURES--DESCRIPTION

FY 1990 PLAN

PRODUCT LINE	ESTIMATED COST
Keyboards	\$ 12,000

1.0 Manufacturing (Continued)

14. Molding Machine

A prototype plastic and silicone rubber molding machine would allow us to provide quicker turn-around on new keyboard designs, and would eliminate many of the vendor prototype tooling charges which we now quote to our customers.

This machine would be used to mold small quantities of keyboard buttons, retainer actuators, and special purpose components within lighted assemblies.

Molds for these machines are typically made from aluminum, and can therefore be made and modified quickly in-house.

587,000

Read the first time in full and on motion by _____, seconded by _____, and duly adopted, read the second time by title and referred to the Committee on _____ (and the City Plan Commission for recommendation) and Public Hearing to be held after due legal notice, at the Common Council Conference Room 128, City-County Building, Fort Wayne, Indiana, on _____, the _____, day of _____, 19____, at _____ o'clock _____ M., E.S.T.

DATED: _____

SANDRA E. KENNEDY, CITY CLERK

Read the third time in full and on motion by Gen Quinte, seconded by Talarico, and duly adopted, placed on its passage. PASSED ~~LOST~~ by the following vote:

	<u>AYES</u>	<u>NAYS</u>	<u>ABSTAINED</u>	<u>ABSENT</u>
<u>TOTAL VOTES</u>	<u>9</u>			
<u>BRADBURY</u>	<u>✓</u>			
<u>BURNS</u>	<u>✓</u>			
<u>EDMONDS</u>	<u>✓</u>			
<u>GiaQUINTA</u>	<u>✓</u>			
<u>HENRY</u>	<u>✓</u>			
<u>LONG</u>	<u>✓</u>			
<u>REDD</u>	<u>✓</u>			
<u>SCHMIDT</u>	<u>✓</u>			
<u>TALARICO</u>	<u>✓</u>			

DATED: 11-14-89.

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana, as (ANNEXATION) (APPROPRIATION) (GENERAL) (SPECIAL) (ZONING MAP) ORDINANCE RESOLUTION NO. Q-75-89. on the 14th day of November, 1989

ATTEST:

(SEAL)

Sandra E. Kennedy

Charles B. Redd

SANDRA E. KENNEDY, CITY CLERK

PRESIDING OFFICER

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on the 15th day of November, 1989, at the hour of 11:45 o'clock A M., E.S.T.

Sandra E. Kennedy

SANDRA E. KENNEDY, CITY CLERK

Approved and signed by me this 19th day of November, 1989, at the hour of 6:30 o'clock P M., E.S.T.

Paul Helmke
PAUL HELMKE, MAYOR

C& ED

COMMUNITY & ECONOMIC DEVELOPMENT

MEMORANDUM

TO: City Council Members

FROM: Rod McPherson, Business Development Specialist *RMC*

DATE: November 13, 1989

SUBJECT: Bowmar Instrument Corp./Bowmar Aerospace Division

Background

Bowmar has been in Fort Wayne for 38 years working out of a 70,000 square foot building located at 8000 Bluffton Road. Currently, their corporate headquarters are located in Phoenix, Arizona. Bowmar is no stranger to the tax abatement program having received tax abatement in 1985, 1986, 1987 and 1988 for a total investment of \$1,757,900.00 along with the creation of 68 new jobs.

Bowmar is currently faced with the problem of remaining competitive and maintaining existing employment levels which makes the acquisition of new manufacturing equipment imperative.

Review of Alternatives

Without the acquisition of new manufacturing equipment to stay competitive, the result will be a loss of jobs along with the absence of the creation of new jobs.

Recommendation

My recommendation is that Bowmar be granted tax abatement in real property for 6 years because of their location and five years for new manufacturing equipment which is the standard allowed under State law.

bd

Admn. Appr. _____

DIGEST SHEET

Q-89-11-15

TITLE OF ORDINANCE Declaratory Resolution

DEPARTMENT REQUESTING ORDINANCE Economic Development

SYNOPSIS OF ORDINANCE Improvements - replacement of defective air conditioning system and acquisition of new manufacturing equipment: 1) Vibration Test System; 2) CNC Mills; 3) CNC Lathe; 4) Manual Mill; 5) Plastic Machining; 6) CAD Station for Tool Design; and, 7) Molding Machine.

EFFECT OF PASSAGE Would create 10 new jobs.

EFFECT OF NON-PASSAGE Opposite of above.

MONEY INVOLVED (DIRECT COSTS, EXPENDITURES, SAVINGS) _____

ASSIGNED TO COMMITTEE (PRESIDENT) Mark GiaQuinta

BILL NO. R-89-11-15

REPORT OF THE COMMITTEE ON FINANCE

MARK E. GIAQUINTA, CHAIRMAN
THOMAS C. HENRY, VICE CHAIRMAN
BRADBURY, SCHMIDT, BURNS

WE, YOUR COMMITTEE ON FINANCE TO WHOM WAS

REFERRED AN (~~ORDINANCE~~) (RESOLUTION) designating an
"Economic Revitalization Area" under I.C. 6-1.1-12.1 for property
commonly known as 8000 Bluffton Road, Fort Wayne, Indiana 46809
(Bowmar Instrument Corp./Aerospace Division)

HAVE HAD SAID (~~ORDINANCE~~) (RESOLUTION) UNDER CONSIDERATION
AND BEG LEAVE TO REPORT BACK TO THE COMMON COUNCIL THAT SAID
(~~ORDINANCE~~) (RESOLUTION)

DO PASS

DO NOT PASS

ABSTAIN

NO REC

Mark E. Giaquinta

Thomas C. Henry

David H. Bradbury

Don Schmidt

DATED: 11-14-89.

Sandra E. Kennedy
City Clerk